

Message Text

UNCLASSIFIED

PAGE 01 MANILA 05099 061057Z

ACTION COME-00

INFO OCT-01 EA-09 ISO-00 EB-08 CIAE-00 INR-07 NSAE-00
/025 W

-----061210Z 081979 /20

R 060746Z APR 77

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 8098

UNCLAS MANILA 5099

E.O. 11652: N/A

TAGS: BENC, RP

SUBJ: MAJOR PROJECT: INTEGRATED STEEL MILL PROJECT

REF: STATE 073366

1. THE INTEGRATED STEEL MILL IS ONE OF THE MAJOR PROJECTS CURRENTLY RECEIVING ACTIVE GOP ATTENTION. THE GOP PLACES A HIGH PRIORITY ON THIS

PROJECT, AND SECRETARY OF INDUSTRY PATERNO IS KNOWN TO BE IN STRONG PROPO-

NENT. BASED ON PRE-FEASIBILITY STUDIES DONE BY NIPPON

STEEL IT APPEARS IT WILL EVENTUALLY GET THE GO SIGNAL ACCORDING TO AGAPITO KALINGKING, CHIEF ANALYST, METALS AND MINING INDUSTRIES DEPT.,

BOI, HE NOTES HOWEVER THAT HIGH FINANCING COSTS AND ESCALATING EQUIPMENT COSTS COULD EVENTUALLY KILL THE PROJECT. THE GOP IS NOT CURRENTLY

SEEKING FINANCING FOR THIS PROJECT AND WILL NOT UNTIL THE FINAL FEASIBILITY STUDY IS COMPLETED, PROBABLY IN LATE 1977.

2. A JOINT JAPANESE STUDY MISSION COMPOSED OF REPRESENTATIVES FROM NIPPON STEEL, KAWASAKI, MITI, AND JICA WERE IN MANILA FEBRUARY 22 TO MARCH 10 AND PRESENTED AN "INTERIM REPORT" ON THE "FINAL PRE-FEASIBILITY" STUDY TO BOI. THE FINAL REPORT IS DUE MID-YEAR.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 MANILA 05099 061057Z

3. A FINAL FEASIBILITY STUDY IS PLANNED AND WILL BE DECIDED UPON AFTER MID-YEAR. IT WILL NOT NECESSARILY GO TO NIPPON STEEL. ABOUT TEN FIRMS ARE BEING CONSIDERED INCLUDING SOFRESID OF FRANCE. DAVY POWER GAS OF ENGLAND, A KAWASAKI/NIPPON CONSORTIUM, AND UNITED STATES STEEL ENGINEERS AND CONSULTANTS INC. MR. KALINGKING COULDN'T RECALL THE REST OF THE LIST, WHICH RESIDES WITH DR. ARIZABAL WHO

IS OUT OF THE COUNTRY, BUT HE SAYS IT CONTAINS AT LEAST ONE MORE
U.S. FIRM. WE KNOW THAT KAISER AND DRAVO HAVE ALSO INVESTIGATED THE
PROJECT. THE FINAL FEASIBILITY STUDY IS EXPECTED TO COST ABOUT
DOLS 10 MILLION. THE FIRM GETTING THE STUDY WILL BE EXPECTED TO
ARRANGE THE FINANCING ACCORDING TO KALINGKING.
SULLIVAN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Sent Date: 06-Apr-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MANILA05099
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770119-1190
Format: TEL
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770482/aaaactuk.tel
Line Count: 68
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 5b1d54a9-c288-dd11-92da-001cc4696bcc
Office: ACTION COME
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 77 STATE 73366
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 14-Jan-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2883056
Secure: OPEN
Status: NATIVE
Subject: MAJOR PROJECT: INTEGRATED STEEL MILL PROJECT
TAGS: BENC, RP
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/5b1d54a9-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009